



UPDATE - TAX RATE CHANGES

KING COUNTY LOCAL SALES/USE TAX RATE INCREASE Effect on Retail Businesses in King County

This notice is to clarify the effect of the recent local sales and use tax rate increase in King County. During the November 2000 election, King County voters approved a two-tenths of one percent (.002) local sales/use tax rate increase. This increase is effective April 1, 2001, and applies to all retail sales in King County except those charges for lodging that are subject to the convention and trade center tax. Currently, only hotel/motel businesses with 60 or more units collect the convention and trade center tax.

As a result, the combined state and local sales/use tax rate for most retail sales in King County increased from 8.6 to 8.8 percent. The rate in areas of King County outside the Regional Transit Authority (RTA) area increased from 8.2 to 8.4 percent. **NOTE: Any additional taxes such as the Special Hotel/Motel tax, Rental Car tax and King County Food and Beverage (KCF&B) tax still apply and are in addition to the Combined Total (1) as shown in the shaded column below.**

The chart below identifies the locations affected by the rate increase.

County/City	Location Code	Local Rate	RTA	Combined Total (1)	KCF&B (3)	Combined Total w/ KCF&B (4)	Special Hotel/Motel (2)
Unincorporated Areas **	1700	.019	.004	.088	.005	.093	
Algona	1701	.019	.004	.088	.005	.093	
Auburn/King	1702	.019	.004	.088	.005	.093	
Beaux Arts Village.....	1703	.019	.004	.088	.005	.093	
Bellevue	1704	.019	.004	.088	.005	.093	
Black Diamond	1705	.019		.084	.005	.089	
Bothell/King	1706	.019	.004	.088	.005	.093	.01
Burien	1734	.019	.004	.088	.005	.093	
Carnation	1707	.019		.084	.005	.089	
Clyde Hill.....	1708	.019	.004	.088	.005	.093	
Covington	1712	.019		.084	.005	.089	
Des Moines	1709	.019	.004	.088	.005	.093	
Duvall	1710	.019		.084	.005	.089	
Federal Way.....	1732	.019	.004	.088	.005	.093	.01
Enumclaw	1711	.019		.084	.005	.089	
Hunts Point	1713	.019	.004	.088	.005	.093	
Issaquah **	1714	.019	.004	.088	.005	.093	.01
Kenmore	1738	.019	.004	.088	.005	.093	
Kent	1715	.019	.004	.088	.005	.093	.01
Kirkland.....	1716	.019	.004	.088	.005	.093	
Lake Forest Park.....	1717	.019	.004	.088	.005	.093	

Continued. . .

County/City	Location Code	Local Rate	RTA	Combined Total (1)	KCF&B (3)	Combined Total w/ KCF&B (4)	Special Hotel/Motel (2)
Maple Valley	1720	.019		.084	.005	.089	
Medina.....	1718	.019	.004	.088	.005	.093	
Mercer Island.....	1719	.019	.004	.088	.005	.093	
Milton/King	1731	.019	.004	.088	.005	.093	
Newcastle	1736	.019	.004	.088	.005	.093	
Normandy Park.....	1721	.019	.004	.088	.005	.093	
North Bend	1722	.019		.084	.005	.089	.01
Pacific/King.....	1723	.019	.004	.088	.005	.093	
Redmond **.....	1724	.019	.004	.088	.005	.093	.01
Renton **.....	1725	.019	.004	.088	.005	.093	.01
Sammamish **.....	1739	.019	.004	.088	.005	.093	
Sea-Tac.....	1733	.019	.004	.088	.005	.093	.01
Seattle	1726	.019	.004	.088	.005	.093	
Shoreline.....	1737	.019	.004	.088	.005	.093	
Skykomish	1727	.019		.084	.005	.089	
Snoqualmie	1728	.019		.084	.005	.089	.01
Tukwila.....	1729	.019	.004	.088	.005	.093	.01
Woodinville.....	1735	.019	.004	.088	.005	.093	
Yarrow Point	1730	.019	.004	.088	.005	.093	

(1) Combined total of local and state sales tax rate includes 6.5% state rate, local rate, and Regional Transit Authority (RTA) rate, if applicable.

(2) Special Hotel/Motel tax is in addition to state and local sales tax for businesses that provide lodging.

(3) King County Food & Beverage (KCF&B) tax is in addition to state and local sales tax for restaurants, taverns, and bars. (See WAC 458-20-12401.)

(4) Combined total with KCF&B includes 6.5% state rate, local rate, King County Food and Beverage rate, and RTA rate, if applicable.

** These locations have areas that are both inside and outside RTA boundaries. The additional .004 (RTA) may not be due based on location. You may refer to the department's *Geographic Information System (GIS)* located on our website at <http://www.dor.wa.gov/gis>, to assist you in determining the proper reporting of local sales tax or call our toll free number if you have questions about properly reporting in these areas.

This notice has been sent to businesses that have reported King County Food & Beverage tax and Rental Car tax within King County in the last year. For a complete list of sales and use tax rates, please refer to the *Local Sales and Use Tax Changes* flyer provided with the Combined Excise Tax Return.

State of Washington Department of Revenue
Taxpayer Account Administration
PO Box 47476
Olympia WA 98504-7476

Phone: (800) 647-7706

To inquire about the availability of this document in an alternate format for the visually impaired, please call (360) 753-3217. Teletype (TTY) users, please call (800) 451-7985.